

# REPORT / RECOMMENDATION



**To:** MAYOR AND COUNCIL

**Agenda Item #:** V. A.

**From:** Eric Roggeman, Finance Director

**Action** ☒

**Discussion** ☐

**Date:** June 17, 2015

**Information** ☐

**Subject:** Accept Comprehensive Annual Financial Report (CAFR) For Year Ended December 31, 2014

## Action Requested:

Adopt a motion accepting the 2014 Comprehensive Annual Financial Report (CAFR). James Eichten, CPA, from Malloy, Montague, Karnowski, Radosevich, & Co., P.A., (MMKR) the Principal in charge of the audit, will be present at the meeting to do a presentation on the audit results.

## Information / Background:

MMKR audited the financial statements of the City and issued an unmodified opinion, meaning in their judgement the City's financial records and statements are fairly presented, and in accordance with Generally Accepted Accounting Principles (GAAP). There are also no findings or recommendations made by MMKR for the 2014 CAFR.

Attached are the following:

**Independent Auditors' Management Report**  
**Independent Auditors' Special Purpose Audit Reports**  
**2014 Comprehensive Annual Financial Report.**

The Comprehensive Annual Financial Report can be viewed on the City's web site.

The purpose of each report is as follows:

The **Management Report** is a report by the auditors to communicate information relevant to city finances and to provide comments resulting from their audit process.

The **Special Purpose Audit Reports** is the result of the extensive audit performed to assess the City's internal controls and to assure compliance with all of the State's and Federal Government's statutes, laws and regulations. The auditors this year did not identify any occurrences where the City did not comply with State statutes and Federal laws and regulations. The auditors also did not identify any deficiencies in internal control over financial reporting that they consider to be material weaknesses.

The **2014 Comprehensive Annual Financial Report** is the City's financial report compiled in a format prescribed by the Financial Accounting Standards Board, the Governmental Accounting Standards Board, The State of Minnesota, and The Federal Government.